

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02113A
Chaparral City Water Company
630 E. Foothills Blvd.
San Dimas, CA 91772

C

RECEIVED

MAY 16 2006

ANNUAL REPORT AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

FOR YEAR ENDING

12	31	2005
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5-16-06
RF

FOR COMMISSION USE

ANN04	05
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COMPANY INFORMATION

Company Name (Business Name) Chaparral City Water Company

Mailing Address P.O. Box 17030

(Street)

Fountain Hills

(City)

AZ

(State)

85269

(Zip)

(480) 837-3411

Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

(480) 945-6311

Pager/Cell No. (Include Area Code)

Email Address Rhanford@gswater.com

Local Office Mailing Address 12021 Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(480) 837-3411

Local Office Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

(480) 945-6311

Pager/Cell No. (Include Area Code)

Email Address Rhanford@gswater.com

MANAGEMENT INFORMATION

Management Contact: Floyd E. Wicks

(Name)

President

(Title)

630 East Foothill Blvd

(Street)

San Dimas

(City)

CA

(State)

91773

(Zip)

(909) 394-3600

Telephone No. (Include Area Code)

(909) 394-0711

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address Fewicks@gswater.com

On Site Manager: Robert Hanford

(Name)

12021 Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(480) 837-3400 Ext. 215

Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email

Address Rhanford@gswater.com

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: United States Corporation Company

(Name)

2338 West Royal Palm Road

(Street)

Phoenix

(City)

AZ

(State)

85022

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Norman D. James, Law Offices of Fennemore Craig

(Name)

3003 North Central Avenue #2600

(Street)

Phoenix

(City)

AZ

(State)

85012-2913

(Zip)

(602) 916-5346

Telephone No. (Include Area Code)

(602) 916-5546

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	\$34,063	0	\$34,063
302	Franchises			
303	Land and Land Rights	271,857	0	271,857
304	Structures and Improvements	1,453,952	333,279	1,120,673
307	Wells and Springs	332,065	43,875	288,190
311	Pumping Equipment	1,406,502	658,644	747,858
320	Water Treatment Equipment	7,747,081	1,841,968	5,905,113
330	Distribution Reservoirs and Standpipes	8,055,812	2,386,648	5,669,164
331	Transmission and Distribution Mains	16,532,274	5,644,236	10,888,038
333	Services	6,938,513	999,926	5,938,587
334	Meters and Meter Installations	2,626,785	813,375	1,813,410
335	Hydrants	871,877	230,284	641,593
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,694,435	56,192	1,638,243
340	Office Furniture and Equipment	247,269	37,757	209,512
341	Transportation Equipment	534,742	33,228	501,514
343	Tools, Shop and Garage Equipment	145,814	36,344	109,470
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	39,105	21,693	17,412
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$48,932,146	\$13,137,449	\$35,794,697

This amount goes on the Balance Sheet Acct. No. 108 

NOTE: * Depreciation expense is net of CIAC amortization and Clearing account allocation portion.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense * (1x2)
301	Organization	\$34,063	1.88%	\$639
302	Franchises			
303	Land and Land Rights	271,857	0	0
304	Structures and Improvements	985,407	2.71%	26,680
307	Wells and Springs	332,065	2.71%	8,991
311	Pumping Equipment	1,322,030	5.00%	66,102
320	Water Treatment Equipment	7,616,738	2.64%	201,337
330	Distribution Reservoirs and Standpipes	6,027,266	2.42%	145,874
331	Transmission and Distribution Mains	16,340,627	2.37%	387,564
333	Services	6,402,326	2.67%	170,721
334	Meters and Meter Installations	2,411,613	3.96%	95,440
335	Hydrants	607,894	2.30%	13,993
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	83,748	3.42%	2,866
340	Office Furniture and Equipment	226,540	4.92%	11,138
341	Transportation Equipment	437,535	0.00%	0
343	Tools, Shop and Garage Equipment	92,940	0.00%	0
344	Laboratory Equipment			0
345	Power Operated Equipment			0
346	Communication Equipment	39,105	0.00%	0
347	Miscellaneous Equipment			0
348	Other Tangible Plant			0
	TOTALS	\$43,231,754	2.62%	\$1,131,345

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

NOTE: * Depreciation expense is net of CIAC amortization and Clearing account allocation portion.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$295,516	\$585,582
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	152,074	422,007
146	Notes/Receivables from Associated Companies	565,546	879,735
151	Plant Material and Supplies	22,551	17,029
162	Prepayments	192,160	172,648
174	Miscellaneous Current and Accrued Assets	13,608,629	13,667,813
	TOTAL CURRENT AND ACCRUED ASSETS	\$14,836,476	\$15,744,814
	FIXED ASSETS		
101	Utility Plant in Service	\$43,231,754	\$48,932,146
103	Property Held for Future Use		
105	Construction Work in Progress	3,779,359	1,923,770
108	Accumulated Depreciation – Utility Plant	(12,013,815)	(13,137,449)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$34,997,298	\$37,718,467
	TOTAL ASSETS	\$49,833,774	\$53,463,281

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$538,148	\$782,651
232	Notes Payable (Current Portion)	598,000	340,309
234	Notes/Accounts Payable to Associated Companies	835,576	2,159,236
236	Accrued Taxes	35,891	0
237	Accrued Interest	51,012	62,142
241	Miscellaneous Current and Accrued Liabilities	315,914	386,301
	TOTAL CURRENT LIABILITIES	\$2,374,541	\$3,730,639
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$7,205,309	\$6,865,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$0	\$0
235	Customer Deposits	987,369	927,022
252	Advances in Aid of Construction	10,704,058	10,377,960
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	545,501	929,523
272	Less: Amortization of Contributions	(20,061)	(8,478)
281	Accumulated Deferred Income Tax	3,305,583	4,165,898
	Other Credits	42,346	805,882
	TOTAL DEFERRED CREDITS	\$15,564,796	\$17,197,807
	TOTAL LIABILITIES	\$15,564,796	\$17,197,807
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$4,603,140	\$4,603,140
211	Paid in Capital in Excess of Par Value	14,925,242	14,925,242
215	Retained Earnings	5,160,746	6,141,453
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$24,689,128	\$25,669,835
	TOTAL LIABILITIES AND CAPITAL	\$49,833,774	\$53,463,281

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	See Attached Schedule	See Attached Schedule
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$	\$
	OPERATING EXPENSES	See Attached Schedule	See Attached Schedule
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		
408	Taxes Other Than Income		
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$	\$
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	See Attached Schedule	See Attached Schedule

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	Prior Year	Current Year
Operating Revenues		
Water	\$ 6,544,219	\$ 7,019,051
Total operating revenues	6,544,219	7,019,051
Supply Costs		
Water for resale	710,222	816,592
Power for pumping	465,148	510,091
Total supply costs	1,175,370	1,326,683
Revenues Less Supply Costs	5,368,849	5,692,368
Operating Expenses		
Other operating expenses	685,160	657,209
General & Administrative Expenses	1,572,566	1,955,659
Maintenance	541,573	291,910
Depreciation and amortization	921,794	1,131,345
Taxes on income	343,790	338,709
Property and other taxes	323,943	321,964
Total operating expenses	4,388,826	4,696,796
Operating Income	980,023	995,572
Other Income - net	4,139	463,941
Income Before Interest Charges	984,162	1,459,513
Interest Charges	(472,619)	(478,806)
Net Income	\$ 511,543	\$ 980,707

COMPANY NAME: Chaparral City Water Company

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	March 1987	December 1997		
Source of Loan	BOR Note	IDA Bond 1997A & B		
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$3,070,000	\$8,920,000	\$	\$
Amount Outstanding	\$70,309	\$7,135,000	\$	\$
Date of Maturity	2006	2022		
Interest Rate	3.34%	4 - 5.4% varies	%	%
Current Year Interest	\$10,822	\$391,170	\$	\$
Current Year Principle	\$338,000	\$260,000	\$	\$

Meter Deposit Balance at Test Year End

\$927,022

Meter Deposits Refunded During the Test Year

\$232,782

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-604784(not in service)	125	1500		10 3/4	8	1970
55-604785(not in service)	250	1180		350-20/415-16	10	1970
55-604786	350	1700		450-20/288-16	10	1972
55-604787	250	1400		300-20/468-16	10	1972

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CAP Water Treatment Plant I	3,470	0
CAP Water Treatment Plant II	3,470	2,037,407
Well #10 and #11	2,800	325,400

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	4	1804	n/a
60	2		
75	8		
100 & 125	3		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
3.5	1	10,000	2
1.5	1	5,000	4
1.25	4	3,000	2
0.5 or less	2		

COMPANY NAME: Chaparral City Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		57,243
5		
6		488,610
8		200,333
10		4,050
12		130,048
16		30,045
18		27,613

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	8,673
1	4,102
1 1/2	160
2	173
Comp. 3	10
Turbo 3	
Comp. 4	9
Tubo 4	
Comp. 6	5
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME: Chaparral City Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED & Purchased (Thousands)
JANUARY	12,595	129,375	120,657
FEBRUARY	12,626	103,148	108,845
MARCH	12,649	95,067	151,887
APRIL	12,690	145,302	181,339
MAY	12,715	155,040	220,470
JUNE	12,817	186,600	243,067
JULY	12,887	207,511	278,459
AUGUST	12,913	177,935	222,889
SEPTEMBER	12,956	202,954	237,700
OCTOBER	12,968	218,848	232,936
NOVEMBER	12,982	202,781	191,250
DECEMBER	13,001	154,379	173,323
TOTAL		1,978,940	2,362,822

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

(X) Yes () No

If yes, provide the GPCPD amount: _____ 128 _____

What is the level of arsenic for each well on your system. _____ mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

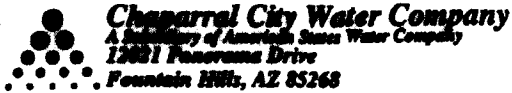
COMPANY NAME Chaparral City Water Company YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 280,033

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____



Wells Fargo Bank
333 South Hope Street
Los Angeles CA 90071

09005201

11-34
1276.0

DATE	AMOUNT
04/22/05	\$*****1,890.91

VOID AFTER 6 MONTHS

Pay

ONE THOUSAND EIGHT HUNDRED NINETY AND 91/100*****

TO
THE
ORDER
OF
MARICOPA COUNTY TREASURER
PO BOX 78574
PHOENIX AZ 85062-8574

Phyllis L. Wink

Personal/Account # 176-08-6031 2004 Second Half Property Tax

⑈00005201⑈ ⑆1221000248⑆ 4496 805110⑈

⑈0000189091⑈

THIS CHECK CONTAINS THE FOLLOWING SECURITY FEATURES:
1. GUARANTEED COLOR REPRODUCTION - See how warning bands for authentication colors
2. TRUE FLUORESCENT PAPER - Invisible lines integrated into paper which are visible only
under UV light and can be applied on copiers
3. LASER PRINTING - Under ultraviolet light and back borders of
border lines become blurred lines when duplicated
4. TONER GRIP - Terms for labels are on between front and back borders of
5. MULTILAYERED BOND - All VOID - The word void appears
scratching and taking of front
6. SOLVENT DYE REACTION - Agitation attempts with solvent-based
or blue stain, the feature takes US Treasury specifications
7. TRUE WATERMARK - Hold up to light to see "SAFE" and "VERBODEN" and the
paper

BANK ONE, NA
⑈1119013314⑈
05/2005
5340712934

DO NOT WRITE, SIGN OR STAMP BELOW. RETURNED FOR FINANCIAL INSTITUTION USE.

BORDERS ON THE FACE AND BACK OF THE CHECK MUST BE SEEN
UNDER ULTRAVIOLET LIGHT FOR SECURITY CHECK

OUTLINE INDICATES
ABSENCE OF VOID
WARRANT GUARANTEE
BANK ONE, NA

CDVolID/CIMKey
20050531062901

Account
4496805110

Serial Number Amount
5201 \$1890.91

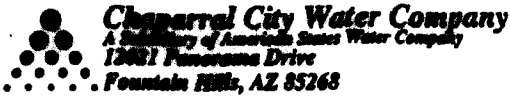
Issue Date
04/22/2005

Bank ID
10700543

Sequence
524260040

Location
CD

Paid Date
05/10/2005



Wells Fargo Bank
333 South Hope Street
Los Angeles CA 90071

00005192

11-04
(2005)

DATE	AMOUNT
04/22/05	***138,364.52

VOID AFTER 6 MONTHS

Pay

ONE HUNDRED THIRTY EIGHT THOUSAND THREE HUNDRED SIXTY FOUR AND 52/100*****

Dollars

TO
THE
ORDER
OF

MARICOPA COUNTY TREASURER
PO BOX 78574
PHOENIX AZ 85062-8574

Theresa G. White
Blades James

Parcel/Account # 604-99-031.1 2004 Second Half Property Tax

⑈00005192⑈ ⑆121000248⑆ 4496 805110⑈

⑈0013836452⑈

THIS CHECK CONTAINS THE FOLLOWING SECURITY FEATURES:

1. GRATED COLOR BACKGROUND - See how varying bands of color appear in the background.
2. TRUE FLUORESCENT FIBERS - Invisible fibers integrated into paper that glow under UV light and can be reproduced on copiers.
3. MICRON FIBERS - Under magnification, front and back borders.
4. TOXIC FREE - Formulas for ink and paper are safe and non-toxic.
5. WATERMARK - A watermark of the word "SAFE" is visible when held up to light.
6. SOLVENT DYE REACTION - Alteration attempts with solvents will cause the ink to fade.
7. VOID - A void is created when the ink is rubbed off.
8. VOID - A void is created when the ink is rubbed off.
9. VOID - A void is created when the ink is rubbed off.
10. VOID - A void is created when the ink is rubbed off.

BANK ONE, NA
⑈1119013314⑈
05092005
5340712935

DO NOT WRITE, SIGN OR STAMP BELOW. RESERVED FOR FINANCIAL INSTITUTION USE.

SIGNATURE OF THE SIGNER MUST BE SEEN ON THE FRONT OF THE CHECK.

OUT PREVIOUS
ABSENCE OF INDO
MENT GUARANTEED
BANK ONE, NA

CDVolID/CIMKey
20050531062901

Account
4496805110

Serial Number
5192

Amount
\$138364.52

Issue Date
04/22/2005

Bank ID
10700543

Sequence
524260041

Location
CD

Paid Date
05/10/2005



Chaparral City Water Company
A Subsidiary of American States Water Company
12621 Panorama Drive
Fountain Hills, AZ 85268

Wells Fargo Bank
333 South Hope Street
Los Angeles CA 90071

00005981

11-34
12/05

DATE	AMOUNT
10/28/05	\$***137,844.80

VOID AFTER 6 MONTHS

Pay

ONE HUNDRED THIRTY SEVEN THOUSAND EIGHT HUNDRED FORTY FOUR AND 80/100*****

Dollars

TO MARICOPA COUNTY TREASURER
THE PO BOX 78574
ORDER OF PHOENIX AZ 85062-8574

Phyllis L. White
Phyllis L. White

Parcel/Account # 604-99-0311 First & Half Property Tax

#00005981# 1210002481 4496 805110#

#0013784480#

THIS CHECK CONTAINS THE FOLLOWING SECURITY FEATURES:
1. GUARANTEED COLOR MATCHING - See how varying bands for authentication of colors
2. TRUE FLUORESCENT PAPER - Invisible fibers integrated into paper which are visible only
under UV light and can be reproduced on copiers
3. MICRID PRINTING - Under magnification, lines and bars form a complex pattern
4. TONER COPY - Toner particles adhere to the front and back surfaces of the paper
5. MICRID PRINTING - Under magnification, lines and bars form a complex pattern
6. SOLVENT DYE REACTION - Alteration attempts with solvent dyes will cause the black
or blue area, this feature inhibits U.S. Treasury specifications
7. TRUE WATERMARK - Hold up to light to see "SAFE" and "VERIFIED" watermark into the
paper

170 178 1 00197831 1 27011000

CREDIT TO ACCT OF
NAMED PAYEE WITH-
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT GUARANTEED BY
JPMORGAN CHASE NA

FOR DEPOSIT ONLY
DO NOT WRITE ON THIS CHECK
LOOK FOR SAFETY CHECK
HOLD HERE FOR MICRID PRINTING

CDVolid/CIMKey
20051130050201

Account
4496805110

Serial Number
5981

Amount
\$137844.80

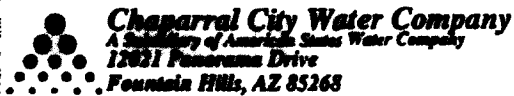
Issue Date
10/28/2005

Bank ID
10700543

Sequence
626324832

Location
CD

Paid Date
11/09/2005



Wells Fargo Bank
333 South Hope Street
Los Angeles CA 90071

00006001

11-24
11/26/05

DATE	AMOUNT
10/28/05	\$*****26.42

VOID AFTER 6 MONTHS

Pay

TWENTY SIX AND 42/100*****

Dollars

TO MARICOPA COUNTY TREASURER
THE PO BOX 78574
ORDER OF PHOENIX AZ 85062-8574
OF

Phyllis G. Wink

Parcel/Account # 176-17-764B 1 2005 Full Year Property Tax

#00006001# 12210002481 4496 805110#

#0000002642#

THIS CHECK CONTAINS THE FOLLOWING SECURITY FEATURES:

1. OMBOMBED COLOR BACKGROUND - See how various shades of color change when viewed from different angles.
2. TRUE FLUORESCENT PINKS - Inside there are pink lines which are detectable only under UV light and can't be reproduced on copiers.
3. MICRO PRINTING - Under magnification, these and back borders are made up of tiny dots.
4. TONER GAPS - Toner particles adhere between lines and not on the lines themselves.
5. MICR (Magnetic Ink Character Recognition) - The word "VOID" appears when the check is scanned.
6. SOLVENT DYE REACTION - American attempts with solvent-based inks on the back, this feature holds U.S. Treasury specifications.
7. TRUE WATERMARK - Hold up to light to see "SAFE" and "VOID" in the paper.

176 176 1 1761776111 2733110300

CREDIT TO ACCT OF
NAMED PAYEE WITH-
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT GUARANTEED BY
MORGAN CHASE, NA

CDVolid/CIMSKey
20051130050201

Account
4496805110

Serial Number
6001

Amount
\$26.42

Issue Date
10/28/2005

Bank ID
10700543

Sequence
626324831

Location
CD

Paid Date
11/09/2005



Wells Fargo Bank
333 South Hope Street
Los Angeles CA 90071

00005986

11-24
12/05

DATE	AMOUNT
10/28/05	\$*****1,906.41

VOID AFTER 6 MONTHS

Pay

ONE THOUSAND NINE HUNDRED SIX AND 41/100*****

Dollars

TO MARICOPA COUNTY TREASURER
THE PO BOX 78574
ORDER PHOENIX AZ 85062-8574
OF

Parcel / Account # 176-08-603 1 2005 First Half Property Tax

#00005986# 121000248: 4496 805110#

#0000190641#

THIS CHECK CONTAINS THE FOLLOWING SECURITY FEATURES:
1 GRADUATED COLOR BACKGROUND - See how varying bands of authentication of colors under UV light and can't be reproduced on copiers
2 TRUE FLUORESCENT FIGURES - Infrared fibers integrated into paper which are not visible only under UV light and can't be reproduced on copiers
3 MICRID PRINTING - Color registration, front and back borders in 100% black
4 TIGHT GAP - Forms preprinted address between front and back borders in 100% black
5 MULTI-LAYERED SECURITY FILM - The word "SECURITY" is printed in 100% black on the front and back of the paper
6 SOLVENT DYE REACTION - Afternoon attempts with solvent-based markers to alter the color of the ink on the front and back of the paper
7 TRUE WATERMARK - Hold up to light to see "SAFE" and "WELL" in the background of the paper

174 176 1 1705553 1 2735118623

CREDIT TO ACCT OF
NAMED PAYEE WITH-
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT GUARANTEED BY
MORGAN CHASE NA

CDVolID/CIMSKey
20051130050201

Account
4496805110

Serial Number
5986 Amount
\$1906.41

Issue Date
10/28/2005

Bank ID
10700543

Sequence
626324833

Location
CD

Paid Date
11/09/2005

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

MAY 16 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Floyd E. Wicks, President & CEO</u>
COMPANY NAME	<u>Chaparral City Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Floyd E. Wicks
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 9th DAY OF

COUNTY NAME	<u>Los Angeles</u>	
MONTH	<u>May</u>	<u>2006</u>

Personally appeared Floyd E. Wicks known to me on the basis of satisfactory (SEAL) evidence to be the person who appeared before me.

MY COMMISSION EXPIRES June 20, 2009

Carol K. Canamar
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME CHAPARRAL CITY WATER COMPANY **YEAR ENDING 12/31/2005**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (\$311,831)
Estimated or Actual Federal Tax Liability None

State Taxable Income Reported (\$326,856)
Estimated or Actual State Tax Liability None

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \$19,862
Amount of Gross-Up Tax Collected \$31,904
Total Grossed-Up Contributions/Advances \$51,766

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Floyd E. Wicks
SIGNATURE

DATE

Floyd E. Wicks
PRINTED NAME

President and Chief Executive Officer
TITLE

RECEIVED

MAY 16 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Floyd E. Wicks, President & CEO
COMPANY NAME
Chaparral City Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

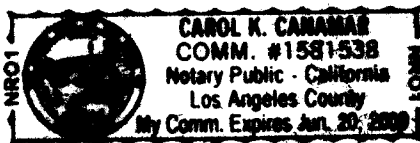
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:



Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 7,650,315

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 631,264
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 9th DAY OF

Personally appeared Floyd E. Wicks known to me on the (SEAL) basis of satisfactory evidence to be the person know appeared before me.

MY COMMISSION EXPIRES June 20, 2006

Floyd E. Wicks
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

COUNTY NAME	Los Angeles	
MONTH	May	2006

Carol K. Canamar
SIGNATURE OF NOTARY PUBLIC
Carol K. Canamar

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAY 16 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME)	Maricopa	
NAME (OWNER OR OFFICIAL)	Floyd E. Wicks	President & CEO
COMPANY NAME	Chaparral City Water Company	

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

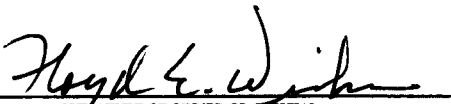
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

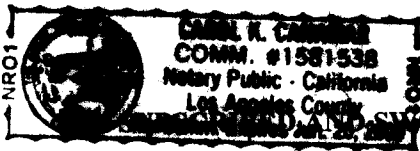
ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$6,197,119

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 511,354
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER



AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

9th

DAY OF


NOTARY PUBLIC NAME Carol K. Canamar	
COUNTY NAME Los Angeles	
MONTH May	2006

Personally appeared Floyd E. Wicks known to me on the basis of
satisfactory evidence to be the person who appeared before me.

(SEAL)

MY COMMISSION EXPIRES June 20, 2009

X


SIGNATURE OF NOTARY PUBLIC
Carol K. Canamar



May 9, 2006

Compliance Section
Utilities Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, AZ- 85007

RECEIVED
MAY 16 2006
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

Re: Utilities division annual report for the calendar year ending December 31, 2005

Dear Sir/ Madam:

Enclosed is Utilities Division Annual Report for the calendar year ending December 31, 2005 for Chaparral City Water Company and one additional copy.

If you have any questions, I can be reached at 909/394-3600, extension 624.

Thank you.

Sincerely,


Gladys Farrow
Controller

MH\lam
Enclosure